

CitizenAudit.org

Return of Organization Exempt From Income Tax
Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

OMB No. 1545-0047

2007

Open to Public Inspection

Department of the Treasury
Internal Revenue Service

▶ The organization may have to use a copy of this return to satisfy state reporting requirements

A For the 2007 calendar year, or tax year beginning 2007, and ending**B** Check if applicable:

- ☐ Address change
☐ Name change
☐ Initial return
☐ Termination
☐ Amended return
☐ Application pending

Please use IRS label or print or type. See Specific Instructions

C Name of organization

DESERET HEALTHCARE EMPLOYEE BENEFITS TRUST

Number and street (or P.O. box if mail is not delivered to street address)

P.O. Box 45530

Room/suite

City or town, state or country, and ZIP + 4

Salt Lake City, Utah 84145-0530

D Employer identification number

87-0467790

E Telephone number

801-578-5628

F Accounting method☐ Cash ☒ Accrual
Other (specify) ▶

• Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

H and I are not applicable to section 527 organizations

H(a) Is this a group return for affiliates? ☐ Yes ☒ No

H(b) If "Yes," enter number of affiliates ▶

H(c) Are all affiliates included? ☐ Yes ☐ No
(If "No," attach a list. See instructions.)H(d) Is this a separate return filed by an organization covered by a group ruling? ☐ Yes ☒ No**I Group Exemption Number** ▶**M** Check ☒ if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF)**G Website** ▶**J Organization type** (check only one) ▶ ☐ 501(c) () ◀ (insert no) ☐ 4947(a)(1) or ☐ 527**K** Check here ☐ if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.**L** Gross receipts. Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 362,498,539.00**Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances** (See the instructions.)

| | | | |
|------------|--|--------------------------|----------------|
| 1 | Contributions, gifts, grants, and similar amounts received. | | |
| a | Contributions to donor advised funds | 1a | |
| b | Direct public support (not included on line 1a) | 1b | |
| c | Indirect public support (not included on line 1a) | 1c | |
| d | Government contributions (grants) (not included on line 1a) | 1d | |
| e | Total (add lines 1a through 1d) (cash \$ noncash \$) | 1e | |
| 2 | Program service revenue including government fees and contracts (from Part VII, line 93) | 2 | 318,801,860 |
| 3 | Membership dues and assessments | 3 | |
| 4 | Interest on savings and temporary cash investments | 4 | 1,377,631 |
| 5 | Dividends and interest from securities | 5 | 12,361,333 |
| 6a | Gross rents | 6a | |
| b | Less: rental expenses | 6b | |
| c | Net rental income or (loss). Subtract line 6b from line 6a | 6c | |
| 7 | Other investment income (describe ▶ Change in Unrealized Gain/Loss) | 7 | 2,566,272 |
| 8a | Gross amount from sales of assets other than inventory | (A) Securities 8a | |
| b | Less: cost or other basis and sales expenses | 27,391,443 8b | |
| c | Gain or (loss) (attach schedule) | 24,290,935 8c | |
| d | Net gain or (loss). Combine line 8c, columns (A) and (B) | 3,100,508.00 8c | |
| 8d | | | 3,100,508.00 |
| 9 | Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/> | | |
| a | Gross revenue (not including \$ of contributions reported on line 1b) | 9a | |
| b | Less: direct expenses other than fundraising expenses | 9b | |
| c | Net income or (loss) from special events. Subtract line 9b from line 9a | 9c | |
| 10a | Gross sales of inventory, less returns and allowances | 10a | |
| b | Less: cost of goods sold | 10b | |
| c | Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a | 10c | |
| 11 | Other revenue (from Part VII, line 93) | 11 | |
| 12 | Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11 | 12 | 338,207,604.00 |
| 13 | Program services (from line 44, column (B)) | 13 | 314,511,112.00 |
| 14 | Management and general (from line 44, column (C)) | 14 | 24,754,229.00 |
| 15 | Fundraising (from line 44, column (D)) | 15 | |
| 16 | Payments to affiliates (attach schedule) | 16 | |
| 17 | Total expenses. Add lines 16 and 44, column (A) | 17 | 339,265,341.00 |
| 18 | Excess or (deficit) for the year. Subtract line 17 from line 12 | 18 | -1,057,737.00 |
| 19 | Net assets or fund balances at beginning of year (from line 73, column (A)) | 19 | 155,862,997.00 |
| 20 | Other changes in net assets or fund balances (attach explanation) | 20 | |
| 21 | Net assets or fund balances at end of year. Combine lines 18, 19, and 20 | 21 | 154,805,260.00 |

For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.

Form 990 (2007)

Part II Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others. (See the instructions.)

| Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I | | (A) Total | (B) Program services | (C) Management and general | (D) Fundraising |
|---|---|----------------|----------------------|----------------------------|-----------------|
| 22a Grants paid from donor advised funds (attach schedule) | (cash \$ _____ noncash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/> | | | | |
| 22b Other grants and allocations (attach schedule) | (cash \$ _____ noncash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/> | | | | |
| 23 Specific assistance to individuals (attach schedule) | | | | | |
| 24 Benefits paid to or for members (attach schedule) | | 314,511,112.00 | 314,511,112 | | |
| 25a Compensation of current officers, directors, key employees, etc. listed in Part V-A | | | | | |
| 25b Compensation of former officers, directors, key employees, etc. listed in Part V-B | | | | | |
| 25c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) | | | | | |
| 26 Salaries and wages of employees not included on lines 25a, b, and c | | | | | |
| 27 Pension plan contributions not included on lines 25a, b, and c | | | | | |
| 28 Employee benefits not included on lines 25a-27 | | | | | |
| 29 Payroll taxes | | | | | |
| 30 Professional fundraising fees | | | | | |
| 31 Accounting fees | | | | | |
| 32 Legal fees | | | | | |
| 33 Supplies | | | | | |
| 34 Telephone | | | | | |
| 35 Postage and shipping | | | | | |
| 36 Occupancy | | | | | |
| 37 Equipment rental and maintenance | | | | | |
| 38 Printing and publications | | | | | |
| 39 Travel | | | | | |
| 40 Conferences, conventions, and meetings | | | | | |
| 41 Interest | | | | | |
| 42 Depreciation, depletion, etc. (attach schedule) | | | | | |
| 43 Other expenses not covered above (itemize) | | | | | |
| a Program Admin. Fees | | 24,754,229.00 | | 24,754,229 | |
| b | | | | | |
| c | | | | | |
| d | | | | | |
| e | | | | | |
| f | | | | | |
| g | | | | | |
| 44 Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15). | | 339,265,341.00 | 314,511,112.00 | 24,754,229.00 | |

Joint Costs. Check ☐ if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? ☐ Yes ☒ No

If "Yes," enter (i) the aggregate amount of these joint costs \$ _____; (ii) the amount allocated to Program services \$ _____;

(iii) the amount allocated to Management and general \$ _____, and (iv) the amount allocated to Fundraising \$ _____.

Part III Statement of Program Service Accomplishments (See the instructions.)

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

What is the organization's primary exempt purpose? **Employee Benefits Administration**

All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)

Program Service Expenses
(Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts, but optional for others.)

a Death, disability, accident and health benefits paid to participants and the related increases in reserves.

(Grants and allocations \$) If this amount includes foreign grants, check here ☐

314,511,112

b _____

(Grants and allocations \$) If this amount includes foreign grants, check here ☐

c _____

(Grants and allocations \$) If this amount includes foreign grants, check here ☐

d _____

(Grants and allocations \$) If this amount includes foreign grants, check here ☐

e Other program services (attach schedule)

(Grants and allocations \$) If this amount includes foreign grants, check here ☐

f Total of Program Service Expenses (should equal line 44, column (B), Program services) **314,511,112.00**

Form **990** (2007)

Part IV Balance Sheets (See the instructions.)**Note:** Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

| | | (A) Beginning of year | | (B) End of year |
|--|---|--------------------------|----------------|--------------------|
| Assets | 45 Cash - non-interest-bearing | 25,975,926 | 45 | 32,477,384 |
| | 46 Savings and temporary cash investments | | 46 | |
| | 47a Accounts receivable 47a 4,688,991 | | | |
| | b Less: allowance for doubtful accounts 47b | 5,231,069 | 47c | 4,688,991.00 |
| | 48a Pledges receivable 48a | | | |
| | b Less: allowance for doubtful accounts 48b | | 48c | |
| | 49 Grants receivable | | 49 | |
| | 50a Receivables from current and former officers, directors, trustees, and key employees (attach schedule) | | 50a | |
| | b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule) | | 50b | |
| | 51a Other notes and loans receivable (attach schedule) 51a | | | |
| | b Less: allowance for doubtful accounts 51b | | 51c | |
| | 52 Inventories for sale or use | | 52 | |
| | 53 Prepaid expenses and deferred charges | | 53 | |
| | 54a Investments - publicly-traded securities <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV | 134,439,162 | 54a | 146,975,997 |
| | b Investments - other securities (attach schedule) <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV | 56,268,818 | 54b | 64,619,559 |
| | 55a Investments - land, buildings, and equipment basis 55a | | | |
| | b Less: accumulated depreciation (attach schedule) 55b | | 55c | |
| | 56 Investments - other (attach schedule) | | 56 | |
| 57a Land, buildings, and equipment: basis 57a 505,100 | | | | |
| b Less: accumulated depreciation (attach schedule) 57b 377,728 | 178,889 | 57c | 127,372.00 | |
| 58 Other assets, including program-related investments (describe <input type="checkbox"/>) | | 58 | | |
| 59 Total assets (must equal line 74) Add lines 45 through 58 | 222,093,864.00 | 59 | 248,889,303.00 | |
| Liabilities | 60 Accounts payable and accrued expenses | 11,766,373 | 60 | 15,077,496 |
| | 61 Grants payable | | 61 | |
| | 62 Deferred revenue | | 62 | |
| | 63 Loans from officers, directors, trustees, and key employees (attach schedule) | | 63 | |
| | 64a Tax-exempt bond liabilities (attach schedule) | | 64a | |
| | b Mortgages and other notes payable (attach schedule) | | 64b | |
| | 65 Other liabilities (describe <input type="checkbox"/> Claim Reserves) | 54,464,494 | 65 | 79,006,426 |
| | 66 Total liabilities. Add lines 60 through 65 | 66,230,867.00 | 66 | 94,083,922.00 |
| Net Assets or Fund Balances | Organizations that follow SFAS 117, check here <input type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74 | | | |
| | 67 Unrestricted | | 67 | |
| | 68 Temporarily restricted | | 68 | |
| | 69 Permanently restricted | | 69 | |
| | Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74. | | | |
| | 70 Capital stock, trust principal, or current funds | | 70 | |
| | 71 Paid-in or capital surplus, or land, building, and equipment fund | 2,400,000 | 71 | 2,400,000 |
| | 72 Retained earnings, endowment, accumulated income, or other funds | 153,462,997 | 72 | 152,405,381 |
| | 73 Total net assets or fund balances. Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21) | 155,862,997.00 | 73 | 154,805,381.00 |
| | 74 Total liabilities and net assets/fund balances. Add lines 66 and 73 | 222,093,864.00 | 74 | 248,889,303.00 |



Part IV-B Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

Part V-A **Current Officers, Directors, Trustees, and Key Employees** (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) (See the instructions.)

[illegible]

| | |
|-----|----|
| Yes | No |
|-----|----|

[illegible]

| | |
|---|---|
|  |  |
| 75b | X |

| | | |
|-----|---|--|
| | | |
| 75c | X | |
| | | |

| | | |
|-----|---|--|
| 75d | X | |
|-----|---|--|

(If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.)

[illegible]

| | Yes | No |
|--|-----|----|
|--|-----|----|

| | | |
|----|--|---|
| 76 | | X |
|----|--|---|

| | | |
|----|--|---|
| 77 | | X |
| | | |

| | | |
|-----|--|---|
| | | |
| 78a | | X |

| | | |
|-----|--|--|
| 78b | | |
|-----|--|--|

| | | |
|----|--|---|
| 79 | | X |
|----|--|---|

| | | |
|-----|---|--|
| | | |
| 80a | X | |

| | | |
|---|--|---|
| 2 | | 2 |
|---|--|---|

| | | |
|--|--|--|
| | | |
|--|--|--|

| | |
|-----|---|
| 81b | X |
|-----|---|

Part VI Other Information (continued)

| | | Yes | No |
|------------|---|-----|----|
| 82a | Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value? | | X |
| 82b | If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.) | | |
| 83a | Did the organization comply with the public inspection requirements for returns and exemption applications? | | |
| 83b | Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions? | | |
| 84a | Did the organization solicit any contributions or gifts that were not tax deductible? | | X |
| 84b | If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? | | |
| 85a | 501(c)(4), (5), or (6) Were substantially all dues nondeductible by members? | | |
| 85b | Did the organization make only in-house lobbying expenditures of \$2,000 or less? | | |
| | If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year. | | |
| 85c | Dues, assessments, and similar amounts from members | | |
| 85d | Section 162(e) lobbying and political expenditures | | |
| 85e | Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices | | |
| 85f | Taxable amount of lobbying and political expenditures (line 85d less 85e) | | |
| 85g | Does the organization elect to pay the section 6033(e) tax on the amount on line 85f? | | |
| 85h | If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year? | | |
| 86 | 501(c)(7) orgs Enter a Initiation fees and capital contributions included on line 12 | | |
| 86a | | | |
| 86b | Gross receipts, included on line 12, for public use of club facilities | | |
| 87 | 501(c)(12) orgs Enter a Gross income from members or shareholders | | |
| 87a | | | |
| 87b | Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) | | |
| 88a | At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX | | X |
| 88b | At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI | | X |
| 89a | 501(c)(3) organizations. Enter. Amount of tax imposed on the organization during the year under: section 4911 <u> </u> , section 4912 <u> </u> , section 4955 <u> </u> <u> </u> N/A | | |
| 89b | 501(c)(3) and 501(c)(4) orgs. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction | | X |
| 89c | Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 <u> </u> N/A | | |
| 89d | Enter Amount of tax on line 89c, above, reimbursed by the organization <u> </u> N/A | | |
| 89e | All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction? | | X |
| 89f | All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract? | | X |
| 89g | For supporting organizations and sponsoring organizations maintaining donor advised funds Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year? <u> </u> N/A | | |
| 90a | List the states with which a copy of this return is filed <u> </u> N/A | | |
| 90b | Number of employees employed in the pay period that includes March 12, 2007 (See instructions) | | 0 |
| 91a | The books are in care of <u>Deseret Mutual Benefits Administrator</u> Telephone no <u> </u> Located at <u>P.O. Box 45530; Salt Lake City, Utah</u> ZIP + 4 <u>45530-0530</u> | | |
| 91b | At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country <u> </u> See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts | | X |

Part VI Other Information (continued)

- c At any time during the calendar year, did the organization maintain an office outside of the United States? 91c ☐ Yes ☒ No
 If "Yes," enter the name of the foreign country ▶ _____
- 92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here ▶ ☐
 and enter the amount of tax-exempt interest received or accrued during the tax year ▶ 92 |

Part VII Analysis of Income-Producing Activities (See the instructions.)

Note: Enter gross amounts unless otherwise indicated.

| | Unrelated business income | | Excluded by section 512, 513, or 514 | | (E) Related or exempt function income |
|--|---------------------------|---------------|--------------------------------------|---------------|--|
| | (A) Business code | (B) Amount | (C) Exclusion code | (D) Amount | |
| 93 Program service revenue: | | | | | |
| a Employer & Employee Contr | | | | | 318,801,860 |
| b | | | | | |
| c | | | | | |
| d | | | | | |
| e | | | | | |
| f Medicare/Medicaid payments | | | | | |
| g Fees and contracts from government agencies | | | | | |
| 94 Membership dues and assessments | | | | | |
| 95 Interest on savings and temporary cash investments | | | | | 1,377,631 |
| 96 Dividends and interest from securities | | | | | 12,361,333 |
| 97 Net rental income or (loss) from real estate: | | | | | |
| a debt-financed property | | | | | |
| b not debt-financed property | | | | | |
| 98 Net rental income or (loss) from personal property | | | | | |
| 99 Other investment income | | | | | 2,566,272 |
| 100 Gain or (loss) from sales of assets other than inventory | | | | | 3,100,507 |
| 101 Net income or (loss) from special events | | | | | |
| 102 Gross profit or (loss) from sales of inventory | | | | | |
| 103 Other revenue a | | | | | |
| b | | | | | |
| c | | | | | |
| d | | | | | |
| e | | | | | |
| 104 Subtotal (add columns (B), (D), and (E)) | | | | | 338,207,603.00 |
| 105 Total (add line 104, columns (B), (D), and (E)) | | | | | 338,207,603.00 |

Note: Line 105 plus line 1e, Part I, should equal the amount on line 12, Part I.

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See the instructions.)

| Line No. ▼ | Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes) |
|---------------|--|
| 93a | Contributions are used solely to provide member health and welfare benefits. |
| 95, 96, | |
| 99, 100 | Income is used solely to provide member health and welfare benefits. |

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See the instructions.)

| (A) Name, address, and EIN of corporation, partnership, or disregarded entity | (B) Percentage of ownership interest | (C) Nature of activities | (D) Total income | (E) End-of-year assets |
|---|--|-----------------------------|---------------------|------------------------------|
| | % | | | |
| | % | | | |
| | % | | | |
| | % | | | |

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See the instructions.)

- (a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No
- (b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No

Note: If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).

Part XI Information Regarding Transfers To and From Controlled Entities. Complete only if the organization is a controlling organization as defined in section 512(b)(13).**106** Did the reporting organization **make** any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity

| Yes | No |
|-----|----|
| | AX |

| | (A) Name, address, of each controlled entity | (B) Employer Identification Number | (C) Description of transfer | (D) Amount of transfer |
|---------------|--|--|-----------------------------------|---------------------------|
| a | | | | |
| b | | | | |
| c | | | | |
| Totals | | | | |

107 Did the reporting organization **receive** any transfers from a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity

| Yes | No |
|-----|----|
| | X |

| | (A) Name, address, of each controlled entity | (B) Employer Identification Number | (C) Description of transfer | (D) Amount of transfer |
|---------------|--|--|-----------------------------------|---------------------------|
| a | | | | |
| b | | | | |
| c | | | | |
| Totals | | | | |

108 Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above?

N/A

| Yes | No |
|-----|----|
| | |

**Please
Sign
Here**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature of officer

August 8, 2008

Date

David K. Anderson, Controller
Type or print name and title**Paid
Preparer's
Use Only**Preparer's
signature

Date

Check if
self-
employed

Preparer's SSN or PTIN (See Gen Inst X)

Firm's name (or yours
if self-employed),
address, and ZIP + 4

EIN

Phone no

Deseret Healthcare - Form 990
Income Statement
For the Year Ended December 31, 2007

| | AUDITED STATEMENTS | OTHER RECLASS | FORM 990 | Line |
|--|-----------------------|------------------|--------------------|-----------------------------|
| Premium Contributions | 318,801,860 | | 318,801,860 | 2, 93 |
| Interest on savings and temporary cash investments | | 1,377,631 | 1,377,631 | 4, 95 |
| Dividends and Interest from Securities | 16,609,669 | | 12,361,333 | 5, 96 |
| Gross up investment expense reclass | | A 229,802 | | |
| Interest and Domestic G/L reclassification | | (4,478,138) | | |
| Change in Unrealized Gain/Loss | 2,566,272 | | 2,566,272 | 7, 99 |
| Net Gain or Loss | | | 3,100,507 | 8d, 100 |
| Gross amount from sales of assets | | 27,391,443 | | 8a |
| Less cost basis | | (24,290,935) | | 8b |
| Total Income | <u>337,977,801</u> | <u>229,802</u> | <u>338,207,603</u> | 12 |
| Benefits Incurred | | B 314,511,112 | 314,511,112 | 13, 24 |
| A&H | 309,697,128 | B (309,697,128) | 0 | |
| Life | 4,227,780 | B (4,227,780) | 0 | |
| Policyholder funds | 586,204 | (586,204) | 0 | |
| Administrative Expenses | | A 229,802 | | |
| | 24,609,541 | C (85,114) | 24,754,229 | 14, 43b |
| Total Expenses | <u>339,120,653</u> | <u>144,688</u> | <u>339,265,341</u> | 17 |
| Increase (Decrease) in Surplus | (1,142,852) | 85,114 | (1,057,738) | |
| Net Assets at Beginning of Year | (1,142,852) | 85,114 | (1,057,738) | 18 |
| Net Assets at End of Year | | | 155,862,997 | 19 |
| | | | 154,805,259 | 21 |
| | | | 153,568,904 | check figure w/ audited f/s |

A- Gross up of investment expense
B- Reclass benefits to one line
C- DH PR Net Income

Deseret Healthcare - Form 990
Balance Sheet
December 31, 2007

| | AUDITED STATEMENTS | RECLASS | FORM 990 | Line |
|---|-----------------------|----------------|-------------|----------|
| Cash | 32,477,384 | | 32,477,384 | 45 |
| Receivables | | A | | |
| Participant Contributions | 312,211 | A (312,211) | 0 | |
| Investment Income | 658,026 | A (658,026) | 0 | |
| Other | 3,703,525 | A 970,237 | 4,688,991 | 47a, 47c |
| International Reclassification of investments | | 15,229 | | |
| Commercial Paper | | | 0 | |
| US Govt Securities | 8,868,000 | B (8,868,000) | 0 | |
| Corporate Debt Securities | 71,738,000 | B (71,738,000) | 0 | |
| Common Stock | 79,564,000 | B (79,564,000) | 0 | |
| Preferred Stock | 0 | B | 0 | |
| Real Estate | 47,183,000 | B (47,183,000) | 0 | |
| Other | 4,257,785 | B 207,353,000 | 211,595,556 | 54 |
| International Reclassification of investments | | (15,229) | | |
| Registered Investment Companies | | | 0 | |
| Loans | | | 0 | |
| Bonds | | | | |
| Corporate | 0 | | 0 | |
| Government | 0 | | 0 | |
| Futures | 0 | | 0 | |
| Vanguard Mutual Fund | 0 | | 0 | |
| | 0 | 0 | 0 | |
| CMO | | | | |
| Corporate | 0 | | 0 | |
| Government | 0 | | 0 | |
| | 0 | 0 | 0 | |
| Stocks, | | | | |
| Brandes | 0 | | 0 | |
| Mutual Funds | | | 0 | |
| | 0 | | | |
| Preferred Stocks (FI) | 0 | | 0 | |
| Futures | 0 | | 0 | |
| | 0 | 0 | 0 | |
| Mortgage Backed Certificates | | | | |
| Mortgage Government Agencies | | | | |
| Mortgage Pass Through | | | 0 | |
| | 0 | | | |
| Other Mortgages | 0 | | 0 | |
| | 0 | | 0 | |
| Computer Software | 127,372 | | 127,372 | |
| Total Assets | 248,889,303 | 0 | 248,889,303 | |
| Accounts Payable | 2,571,531 | D 1,822,342 | 15,077,496 | 60 |
| Managed Care Incentives | 0 | | | |
| Securities Lending Collateral | 10,683,623 | | | |
| Due Affiliate | 1,822,342 | D (1,822,342) | | |
| Benefit Claims Payable | 0 | | 0 | |
| Claim Reserves | | C 79,006,426 | 79,006,426 | 65 |
| Unpaid A&H Claims | 48,281,097 | C (48,281,097) | 0 | |
| Unpaid Life Claims | 646,752 | C (646,752) | 0 | |
| A&H Reserves | 27,258,205 | C (27,258,205) | 0 | |
| Life Reserves | 3,470,645 | C (3,470,645) | 0 | |
| Other Funds Held for Policyholders | 586,082 | (586,082) | 0 | |
| Post-retirement Life Obligation | 0 | | 0 | |
| Total Liabilities | 95,320,277 | (1,236,355) | 94,083,922 | |
| Net Assets | 153,569,026 | 1,236,355 | 154,805,381 | |
| Paid in Capital surplus | 2,400,000 | | 2,400,000 | 71 |
| Retained Earnings | 152,405,381 | | 152,405,381 | 72 |

A- Reclass receivables to one line
B- Reclass investments to one line
C- Reclass reserves to one line
D- Reclass payables to one line

SCHEDULE OF INVESTMENTS OTHER THAN PUBLICLY TRADED

DESERET HEALTHCARE EMPLOYEE BENEFIT PLAN
December 31, 2007

| SECURITY DESCRIPTION | COUPON RATE | MATURITY DATE | PAR OR SHARES | COST | MARKET VALUE |
|--|----------------|------------------|------------------|-------------------|-------------------|
| CORPORATE DEBT INSTRUMENTS | | | | | |
| Alliance Holdings A2 Float 12/23/09 | 5 113 | 12/23/2009 | 71,615 | 71,539 | 60,872 |
| Emerald CBO 7% 05/24/11 | 7 000 | 5/24/2011 | 900,000 | 900,000 | 900,000 |
| Federal Express 8.4 3/23/10 | 8 400 | 3/23/2010 | 417,319 | 444,480 | 431,507 |
| Nantucket 7 35% 5/10/2010 | 0 000 | 5/10/2010 | 800,000 | 799,325 | 0 |
| Citicorp 9 25 07/31/08 | 9 250 | 7/31/2008 | 14 | 14 | 14 |
| TOTAL CORPORATE DEBT INSTRUMENTS | | | 2,188,947 | 2,215,358 | 1,392,394 |
| LIMITED PARTNERSHIPS | | | | | |
| Levine Leichtman Cap Part Deep Value | | | | 1,378,051 | 1,378,051 |
| PAPEF II LP - Class C - Special Situations | | | | 528,736 | 943,260 |
| PAPEF III LP - Class C - Special Situations | | | | 768,442 | 955,296 |
| TOTAL LIMITED PARTNERSHIPS | | | | 2,675,229 | 3,276,607 |
| REAL ESTATE | | | | | |
| Aetna Life Insurance Co (RESA) | | | | 11,956,277 | 16,322,592 |
| AEW II | | | | 741,167 | 736,102 |
| Legacy Partners | | | | 1,419,271 | 1,801,573 |
| MS Prime | | | | 1,745,258 | 2,397,286 |
| Prudential (PRISA) | | | | 12,833,282 | 17,784,512 |
| Reef Amenca II | | | | 5,280,979 | 6,947,232 |
| Strategic Perf Fund II (PAMG) | | | | 277,659 | 172,400 |
| US Industrial Reit II | | | | 1,000,000 | 1,021,085 |
| TOTAL REAL ESTATE | | | | 35,253,894 | 47,182,782 |
| COMMON/COLLECTIVE TRUSTS | | | | | |
| ING High Yield Bond Fund Collective Tst | | | | 1,580,424 | 1,519,602 |
| 103-12 ENTITIES | | | | | |
| Mercator International Co-Mingled Fund | | | 458,880 | 9,118,132 | 11,238,132 |
| OTHER INVESTMENTS | | | | | |
| Core-Mark Holding Company Warrants | | | 913 | 0 | 10,043 |
| TOTAL DESERET HEALTHCARE INVESTMENT ASSETS OTHER THAN PUBLICLY TRADED | | | | 50,843,035 | 64,619,559 |

SCHEDULE H FORM 5500

DESERET HEALTHCARE EMPLOYEE BENEFIT PLAN
December 31, 2007

| SECURITY DESCRIPTION | COUPON RATE | MATURITY DATE | PAR OR SHARES | COST | MARKET VALUE |
|---|----------------|------------------|-------------------|-------------------|-------------------|
| U S GOVERNMENT SECURITIES | | | | | |
| SLMA 5 05 3/15/14 | 5.390 | 9/8/2009 | 100,000 | 100,000 | 85,767 |
| Student Loan Market Assn Float 12/15/0 | 4.250 | 9/14/2007 | 500,000 | 500,000 | 482,787 |
| U S Treasury 6 875% 8/15/25 | 5.050 | 3/15/2014 | 3,890,000 | 4,786,532 | 5,001,688 |
| U S Treasury 8 125 05/15/21 | 5.875 | 12/15/2009 | 2,400,000 | 3,017,026 | 3,297,374 |
| TOTAL U S GOVERNMENT SECURITIES | | | 6,890,000 | 8,403,558 | 8,867,616 |
| CORPORATE DEBT INSTRUMENTS | | | | | |
| Abbott Labs 5 6% 05/15/11 | 5.600 | 5/15/2011 | 900,000 | 923,004 | 932,080 |
| Alliance Holdings A2 Float 12/23/09 | 5.113 | 12/23/2009 | 71,615 | 71,539 | 60,872 |
| American General Finance 5 375% 10/1/1 | 5.375 | 10/1/2012 | 1,400,000 | 1,378,391 | 1,383,080 |
| Amentech Cap 6 15 1/15/2008 | 6.150 | 1/15/2008 | 170,000 | 169,917 | 170,055 |
| AT&T Broadband 8 375 3/15/13 | 8.375 | 3/15/2013 | 450,000 | 499,518 | 504,847 |
| Bank United 8% 3/15/09 | 8.000 | 3/15/2009 | 540,000 | 551,292 | 527,207 |
| Bear Stearns Co 4 5 10/28/10 | 4.500 | 10/28/2010 | 1,300,000 | 1,255,148 | 1,247,162 |
| BNP Paribas 5 36 03/02/09 | 5.360 | 3/2/2009 | 900,000 | 900,000 | 899,320 |
| Cadbury Schweppes US 3 875 10/1/2008 | 3.875 | 10/1/2008 | 930,000 | 918,769 | 924,366 |
| CSX Trans 6 3% 4/15/12 | 6.300 | 4/15/2012 | 30,000 | 28,427 | 31,588 |
| DaimlerChrys 4 75 01/15/08 | 4.750 | 1/15/2008 | 500,000 | 499,876 | 499,891 |
| Donnelley & Sons 4 95 05/15/10 | 4.950 | 5/15/2010 | 1,200,000 | 1,180,242 | 1,195,506 |
| Emerald CBO 7% 05/24/11 | 7.000 | 5/24/2011 | 900,000 | 900,000 | 900,000 |
| Enbridge Energy 4 1/15/09 | 4.000 | 1/15/2009 | 215,000 | 211,459 | 213,681 |
| Entergy Corp 6 13 9/15/08 | 6.130 | 9/15/2008 | 900,000 | 902,927 | 901,815 |
| Federal Express 8 4 3/23/10 | 8.400 | 3/23/2010 | 417,319 | 444,480 | 431,507 |
| Firstar Bank NA 7 125% 12/01/09 | 7.125 | 12/1/2009 | 100,000 | 99,818 | 105,086 |
| Fiserv Inc 4 4/15/08 | 4.000 | 4/15/2008 | 800,000 | 796,912 | 797,945 |
| FMC Corp 7 05/15/08 | 7.000 | 5/15/2008 | 900,000 | 904,077 | 904,644 |
| Ford Capital BV F 9 5% 6/1/10 | 9.500 | 6/1/2010 | 750,000 | 774,719 | 706,875 |
| France Telecom 7 75% 3/1/11 | 7.750 | 3/1/2011 | 430,000 | 478,933 | 462,175 |
| Fred Meyer 7 45% 3/1/08 | 7.450 | 3/1/2008 | 350,000 | 351,224 | 351,226 |
| Gannett Co 5 75 6/1/11 | 5.750 | 6/1/2011 | 400,000 | 403,769 | 412,367 |
| Gen Elec Cap Crp FI 03/02/09 | 3.257 | 3/2/2009 | 350,000 | 348,050 | 344,750 |
| Goldman Sachs Floater 01/02/2008 | 5.690 | 1/2/2008 | 60,000 | 59,999 | 60,000 |
| Heinz (H J) Co 6% 3/15/08 | 6.000 | 3/15/2008 | 1,160,000 | 1,161,607 | 1,162,098 |
| Heinz (H J) Co 6 428% 12/1/2008 | 6.428 | 12/1/2008 | 20,000 | 20,135 | 20,361 |
| HSBC Finance Corp 5 7 6/1/11 | 5.700 | 6/1/2011 | 1,700,000 | 1,724,927 | 1,709,466 |
| Ingersoll-Rand 6 391 11/15/2027 | 6.391 | 11/15/2027 | 400,000 | 387,961 | 435,234 |
| Intl Paper Co 4 25 01/15/09 | 4.250 | 1/15/2009 | 600,000 | 594,688 | 593,924 |
| JP Morgan Chase 6 625% 3/15/12 | 6.625 | 3/15/2012 | 440,000 | 460,129 | 463,970 |
| Kroger Co 6 75% 4/15/12 | 6.750 | 4/15/2012 | 360,000 | 389,943 | 382,122 |
| Lehman Bros Hldg 6% 7/19/12 | 6.000 | 7/19/2012 | 440,000 | 440,911 | 448,023 |
| Liberty Property 7 75 4/15/09 | 7.750 | 4/15/2009 | 500,000 | 499,277 | 513,682 |
| Nantucket 7 35% 5/10/2010 | 0.000 | 5/10/2010 | 800,000 | 799,325 | 0 |
| National Fuel Gas 6% 3/1/9 | 6.000 | 3/1/2009 | 500,000 | 487,065 | 505,480 |
| New Egg Tel&Tel 5 875 4/15/09 | 5.875 | 4/15/2009 | 1,200,000 | 1,199,737 | 1,214,024 |
| Odyssey RE Hldgs 7 65 11/01/13 | 7.650 | 11/1/2013 | 830,000 | 852,070 | 895,035 |
| Protective Life 5 4 02/15/09 | 5.400 | 2/15/2009 | 900,000 | 900,000 | 899,135 |
| Prudential Financial 5 5 09/15/09 | 5.500 | 9/15/2009 | 900,000 | 900,000 | 900,269 |
| Radian Group 7 75 06/01/11 | 7.750 | 6/1/2011 | 1,000,000 | 1,069,708 | 846,955 |
| RLI Corp 5 95 01/15/14 | 5.950 | 1/15/2014 | 450,000 | 456,136 | 428,824 |
| Rodamco 7 75 5/15/15 | 7.750 | 5/15/2015 | 80,000 | 91,355 | 90,370 |
| Ryland Group 5 375 6/1/08 | 5.375 | 6/1/2008 | 300,060 | 299,588 | 298,279 |
| South Carol E&G 7 125% 6/15/13 | 7.125 | 6/15/2013 | 100,000 | 99,545 | 109,105 |
| Southwest Gas Corp 7 59% 1/17/17 | 7.590 | 1/17/2017 | 50,000 | 50,159 | 57,762 |
| Southwestern Bell Tel 7 11 10/8/08 | 7.110 | 10/8/2008 | 550,000 | 557,162 | 557,281 |
| Sovereign Bank 4 2/1/08 | 4.000 | 2/1/2008 | 100,000 | 99,926 | 99,907 |
| Textron Fin Corp 5 41 2/22/09 | 5.410 | 2/22/2009 | 550,000 | 550,000 | 550,140 |
| Toyota Mtr Cred 5 375 1/28/2010 | 5.375 | 1/28/2010 | 500,000 | 500,000 | 498,952 |
| Tncon Global 7 65 05/15/08 | 7.650 | 5/15/2008 | 630,000 | 636,086 | 635,961 |
| Tyco Intl Group 6 125% 11/1/08 | 6.125 | 11/1/2008 | 520,000 | 522,584 | 524,472 |
| Wal Mart 8 57 01/02/2010 | 8.570 | 1/2/2010 | 306,638 | 312,778 | 306,638 |
| Williamette Industres 7 3 06/25/2013 | 7.300 | 6/25/2013 | 175,000 | 173,207 | 189,295 |
| Citicorp 9 25 07/31/08 | 9.250 | 7/31/2008 | 14 | 14 | 14 |
| TOTAL CORPORATE DEBT INSTRUMENTS | | | 31,025,645 | 31,288,512 | 30,304,824 |

STOCKS**COMMON STOCKS****BRANDES INTERNATIONAL**

| | | | |
|---------------------------|---------|---------|---------|
| HSBC HOLDINGS PLC | 11,840 | 204,660 | 198,449 |
| MORRISON SUPERMARKETS | 54,411 | 201,580 | 348,761 |
| ROYAL BANK OF SCOTLAND | 25,768 | 233,009 | 227,744 |
| GLAXOSMITHKLINE PLC | 18,869 | 456,526 | 480,402 |
| ASTRAZENECA PLC | 9,701 | 505,334 | 417,887 |
| BRASIL TELECOM PART SA | 160 | 3,195 | 11,933 |
| CONTAX PARTICIPACOES SA | 6,063 | 3,696 | 7,882 |
| CENTRAIS ELETRICAS ADR | 11,900 | 126,091 | 154,105 |
| MARKS & SPENCER GROUP PLC | 20,866 | 104,992 | 232,601 |
| BARCLAYS PLC | 6,700 | 65,446 | 67,219 |
| KINGFISHER PLC | 64,800 | 245,216 | 187,811 |
| ITV PLC | 123,900 | 243,618 | 210,627 |
| BANCA INTESA SPA | 32,358 | 95,099 | 255,942 |
| KT CORPORATION ADR | 5,590 | 111,346 | 144,222 |
| KOREA ELECTRIC POWER ADR | 4,880 | 44,303 | 101,748 |
| UNIPOL | 34,800 | 121,355 | 110,281 |
| FRANCE TELECOM SA | 10,492 | 252,210 | 377,667 |
| AHOLD (KON) NV | 20,632 | 215,324 | 287,473 |

DESERET HEALTHCARE EMPLOYEE BENEFIT PLAN
December 31, 2007

| SECURITY DESCRIPTION | COUPON RATE | MATURITY DATE | PAR OR SHARES | COST | MARKET VALUE |
|----------------------------|----------------|------------------|------------------|------------|-----------------|
| AKZO NOBEL | | | 3,200 | 119,092 | 256,339 |
| SWISSCOM AG | | | 910 | 275,391 | 355,271 |
| CARREFOUR SA | | | 4,100 | 213,571 | 319,442 |
| WOLTERS KLUWER - CVA | | | 7,421 | 75,038 | 243,906 |
| SANOFI-SYNTHELABO | | | 6,098 | 505,384 | 561,504 |
| TELEFONICA SA | | | 5,658 | 72,795 | 183,810 |
| PORTUGAL TELECOM SA | | | 19,832 | 148,400 | 258,929 |
| DEUTSCHE TELECOM AG | | | 17,360 | 300,243 | 381,480 |
| INFINEON TECHNOLOGIES | | | 2,800 | 27,905 | 33,241 |
| AEGON NV | | | 17,259 | 331,588 | 305,074 |
| ERICSSON LM - B SHARES | | | 133,260 | 376,060 | 312,985 |
| STMICROELECTRONICS NV | | | 14,710 | 224,319 | 210,767 |
| ALCATEL | | | 41,050 | 493,909 | 297,085 |
| AIFUL CORPORATION | | | 7,300 | 240,851 | 130,428 |
| DAI NIPPON PRINTING CO | | | 15,000 | 230,577 | 220,606 |
| MITSUBISHI TOKYO FINANC | | | 41,000 | 431,574 | 384,255 |
| FUJII PHOTO FILM | | | 2,500 | 83,089 | 105,850 |
| HITACHI LTD | | | 47,000 | 283,772 | 350,454 |
| MITSUMI TRUST HOLDINGS INC | | | 16,000 | 132,829 | 122,741 |
| KOREA ELECTRIC POWER | | | 1,990 | 43,078 | 84,294 |
| MILLEA HOLDINGS, INC | | | 6,000 | 123,296 | 202,480 |
| SUMITOMO MITSUI FINANCIAL | | | 44 | 328,145 | 329,660 |
| NORTEL NETWORKS CORP | | | 9,570 | 257,110 | 144,411 |
| MIZUHO FINANCIAL GROUP | | | 67 | 388,244 | 320,261 |
| NEC CORP | | | 23,000 | 103,480 | 106,029 |
| NIPPON TEL & TEL | | | 105 | 486,856 | 525,399 |
| ONO PHARMACEUTICAL CO LTD | | | 3,800 | 152,573 | 177,559 |
| ROHM CO | | | 2,600 | 219,308 | 226,917 |
| SAMSUNG ELECTRONICS | | | 600 | 372,666 | 356,391 |
| SAN-IN GODO BANK | | | 4,000 | 39,417 | 31,974 |
| SONY CORP | | | 3,215 | 126,214 | 178,427 |
| MITSUMI SUMITOMO INSURANCE | | | 28,000 | 310,434 | 272,694 |
| TAISHO PHARMACEUTICAL | | | 5,000 | 101,653 | 96,227 |
| TAKEDA CHEMICAL IND | | | 2,700 | 147,562 | 158,788 |
| TAKEFUJI CORPORATION | | | 5,760 | 248,991 | 139,985 |
| TELECOM CORP OF NZ | | | 28,653 | 111,711 | 95,917 |
| ASTELLAS PHARMA INC | | | 4,300 | 126,417 | 187,450 |
| NOVARTIS (REG) | | | 2,900 | 154,449 | 159,069 |
| NESTLE | | | 270 | 82,444 | 124,012 |
| SWISS REINSURANCE | | | 500 | 33,533 | 35,530 |
| CREDIT AGRICOLE SA | | | 3,100 | 120,502 | 104,562 |
| QIMONDA | | | 3,190 | 34,835 | 22,809 |
| TELECOM ITALIA SPA | | | 41,717 | 82,118 | 129,609 |
| HYPO REAL ESTATE HOLDING | | | 1,575 | 28,714 | 83,566 |
| SK TELECOM CO LTD ADR | | | 7,819 | 174,627 | 233,319 |
| TELENORTE LESTE PART ADR | | | 7,563 | 69,099 | 145,815 |
| TELEBRAS ADR | | | 2,500 | 75,816 | 58,775 |
| TELEFONOS DE MEXICO ADR | | | 6,900 | 90,595 | 254,196 |
| TIM PARTICIPACOES -ADR | | | 231 | 0 | 8,073 |
| VIVO PARTICIPACOES SA ADR | | | 1,606 | 5,680 | 8,785 |
| DAIICHI SANKYO CO LTD | | | 4,854 | 79,878 | 149,467 |
| UNILEVER NV CVA | | | 9,987 | 207,590 | 367,228 |
| SNS REAAL | | | 2,584 | 55,991 | 58,029 |
| YAMAGUCHI FINANCIAL GROUP | | | 2,000 | 23,931 | 21,304 |
| NATIXIS | | | 6,900 | 167,317 | 132,558 |
| COVIDIEN LTD | | | 1,700 | 0 | 75,293 |
| TYCO ELECTRONICS LTD | | | 6,300 | 272,969 | 233,919 |
| TOTAL COMMON STOCKS | | | 1,109,788 | 13,246,626 | 14,897,703 |

LIMITED PARTNERSHIPS

| | | |
|---|-----------|-----------|
| Levine Leichtman Cap Part Deep Value | 1,378,051 | 1,378,051 |
| PAPEF II LP - Class C - Special Situations | 528,736 | 943,260 |
| PAPEF III LP - Class C - Special Situations | 768,442 | 955,296 |
| TOTAL LIMITED PARTNERSHIPS | 2,675,229 | 3,276,607 |

REAL ESTATE

| | | |
|--------------------------------|------------|------------|
| Aetna Life Insurance Co (RESA) | 11,956,277 | 16,322,592 |
| AEW II | 741,167 | 736,102 |
| Legacy Partners | 1,419,271 | 1,801,573 |
| MS Pnme | 1,745,258 | 2,397,286 |
| Prudential (PRISA) | 12,833,282 | 17,784,512 |
| Rreef Amenca II | 5,280,979 | 6,947,232 |
| Strategic Perf Fund II (PAMG) | 277,659 | 172,400 |
| US Industrial Reit II | 1,000,000 | 1,021,085 |
| TOTAL REAL ESTATE | 35,253,894 | 47,182,782 |

COMMON/COLLECTIVE TRUSTS

| | | |
|---|-----------|-----------|
| ING High Yield Bond Fund Collective Tst | 1,580,424 | 1,519,602 |
|---|-----------|-----------|

103-12 ENTITIES

| | | | |
|--|---------|-----------|------------|
| Mercator International Co-Mingled Fund | 458,880 | 9,118,132 | 11,238,132 |
|--|---------|-----------|------------|

REGISTERED INVESTMENT COMPANIES

| | | | |
|--|---------|-----------|-----------|
| Artisan Intl Fund Instl #662 | 176,362 | 3,642,041 | 5,303,206 |
| CIP Sands Capital Instit Growth MF | 447,880 | 5,200,000 | 5,903,053 |
| Goldman Sacs Mid Cap Growth #1132 | 111,192 | 2,536,804 | 2,620,787 |
| Legg Mason Value Fund #1347 | 119,387 | 6,094,050 | 8,400,071 |
| Longleaf Partners Fund-Large Value #13 | 140,601 | 3,971,466 | 4,662,339 |

SCHEDULE H FORM 5500

DESERET HEALTHCARE EMPLOYEE BENEFIT PLAN
December 31, 2007

| SECURITY DESCRIPTION | COUPON RATE | MATURITY DATE | PAR OR SHARES | COST | MARKET VALUE |
|--|----------------|------------------|------------------|-------------|-----------------|
| Longleaf Partners Small-Cap Fund # 134 | | | 183,799 | 4,851,141 | 4,969,916 |
| Managers Times Square Mid Cap Fund 171 | | | 252,441 | 2,795,562 | 3,347,372 |
| Mazama Small Cap Growth Fund | | | 116,132 | 1,038,991 | 1,039,382 |
| One Group Mortgage-backed Securtty Fun | | | 2,547,319 | 26,784,740 | 26,874,215 |
| Seix Institutional High Yield Bond-1 | | | 143,959 | 1,616,170 | 1,471,257 |
| TCM Small Cap Growth | | | 169,576 | 4,297,630 | 5,557,003 |
| Vanguard 500 Index Fund #40 | | | 2,929 | 315,844 | 395,894 |
| Vanguard Institutional Growth Index#86 | | | 215,211 | 5,597,580 | 7,151,463 |
| Vanguard Institutional Index Plus #854 | | | 63,163 | 6,660,598 | 8,472,745 |
| Vanguard Intermediate Corp Bond Fund#7 | | | 11,243 | 109,624 | 110,072 |
| Vanguard ST Corp Mutual Fund #858 | | | 20,616 | 220,685 | 219,555 |
| Wells Fargo Large Cap Growth #87 | | | 126,373 | 5,353,433 | 6,827,917 |
| TOTAL REGISTERED INVESTMENT COMPANIES | | | 4,848,183 | 81,086,360 | 93,326,248 |
| OTHER INVESTMENTS | | | | | |
| Core-Mark Holding Company Warrants | | | 913 | 0 | 10,043 |
| S&P March 2008 Futures | | | 25 | 505,652 | 450,000 |
| Russell March 2008 Futures | | | (23) | 609,117 | 483,000 |
| USTN 5YR March 2008 Futures | | | (52) | 44,361 | 39,000 |
| TOTAL OTHER INVESTMENTS | | | 863 | 1,159,130 | 982,043 |
| TOTAL DESERET HEALTHCARE INVESTMENT ASSETS | | | | 183,811,865 | 211,595,556 |

DHC FUND
2007

DHC FUND
2007
RECOMPUTED GAIN/LOSS

39083

| DESCRIPTION (INTEREST % & MAT D/CUSIP #) | PURCHASE DATE | DATE SOLD | PAR/SHARES | BOOK VALUE AT SALE | TOTAL PROCEEDS | MKT PRICE 1-1-07 | MKT. VL 1-1-07 (*07 COST) | HISTORIC GAIN/LOSS | RECOMPUTED GAIN/LOSS |
|---|---------------|-----------|------------|--------------------|-----------------|------------------|---------------------------|--------------------|----------------------|
| Mort Govern Agy | | | | | | | | | |
| Total Mort Govern Agy | | | | 0.00 | 0.00 | | | 0.00 | 0.00 |
| Mortgage Pass Thru | | | | | | | | | |
| Citicorp 9.25 07/31/08 | 10/12/1978 | 1/1/2007 | 709 | 706.11 | 709.6 | 100 | 709.00 | 3.49 | 0.60 |
| Total Mortgage Pass Thru | | | | 706.11 | 709.60 | | 709.00 | 3.49 | 0.60 |
| Common Funds | | | | | | | | | |
| ING Investments - High Yield Bond Fund Collective Trust | | | | | (6,742.30) | | 0.00 | (6,742.30) | (6,742.30) |
| Total Common Funds | | | | 0.00 | (6,742.30) | | 0.00 | (6,742.30) | 0.00 |
| Mutual Fund | | | | | | | | | |
| Total Mutual Fund | | | | 0.00 | 0.00 | | 0.00 | 0.00 | 0.00 |
| Real Estate | | | | | | | | | |
| Aetna RESA | Various | 2007 | | 0.00 | 169,642.17 | | 0.00 | 169,642.17 | 169,642.17 |
| Cornerstone | Various | 2007 | | 0.00 | 376.06 | | 0.00 | 376.06 | 376.06 |
| Essex | Various | 2007 | | 0.00 | 3,955.00 | | 0.00 | 3,955.00 | 3,955.00 |
| Koll Bren II | Various | 2007 | | 0.00 | 5,708.00 | | 0.00 | 5,708.00 | 5,708.00 |
| Legacy Partners | Various | 2007 | | 31,158.00 | 160,820.00 | | 134,311.00 | 129,662.00 | 26,509.00 |
| MS Prime | Various | 2007 | | 2,917,266.81 | 3,974,434.09 | | 3,504,843.74 | 1,057,167.28 | 469,590.35 |
| Prudential PRISA | Various | 2007 | | 0.00 | 35,190.80 | | 0.00 | 35,190.80 | 35,190.80 |
| RREEF | Various | 2007 | | 0.00 | 62,539.40 | | 0.00 | 62,539.40 | 62,539.40 |
| Prudential SPF II | Various | 2007 | | 0.00 | 29,728.34 | | 40,607.00 | 29,728.34 | (10,878.66) |
| Total Real Estate | | | | 2,948,424.81 | 4,442,393.86 | | 3,679,761.74 | 1,493,969.05 | 762,632.12 |
| Futures | | | | | | | | | |
| S & P 500 Futures Contracts Mar 2007 | Various In | 2007 | 19 | 6,709,023.50 | 6,672,676.50 | | 6,709,023.50 | (36,347.00) | (36,347.00) |
| S & P 500 Futures Contracts Mar - Dec 2007 | Various In | 2007 | 69 | 25,447,245.38 | 25,628,734.65 | | 25,447,245.38 | 181,489.27 | 181,489.27 |
| Russell 2000 Futures - March 2007 (Short Position) | Various In | 2007 | 16 | (6,400,821.00) | (6,295,354.00) | | (6,400,821.00) | 105,467.00 | 105,467.00 |
| Russell 2000 Futures - Mar-Dec 2007 (Short Position) | Various In | 2007 | 62 | (24,873,378.53) | (24,358,253.00) | | (24,873,378.53) | 515,125.53 | 515,125.53 |
| US Tr Notes 5yr Futures - Dec 2007 (Short Position) | Various In | 2007 | 30 | (3,300,339.00) | (3,311,445.00) | | (3,300,339.00) | (11,106.00) | (11,106.00) |
| Bond Futures - June-Dec 2007 | Various In | 2007 | 39 | 4,209,206.69 | 4,260,090.25 | | 4,209,206.69 | 50,883.56 | 50,883.56 |
| Total Futures | | | | 1,790,937.04 | 2,596,449.40 | | 1,790,937.04 | 805,512.36 | 805,512.36 |
| PORTFOLIO: DHC Fixed | | | | 19,611,862.26 | 21,339,104.85 | | 19,728,212.86 | 1,727,242.59 | 1,610,891.99 |

PORTFOLIO: *DDMF Stock
Co-Mingled Fund - 103-12

| | | | | | | | | | | | |
|----------------------------------|-----------|------------|-----------|-------|-----------|-----------|--------|--------------|------------|-------------|--------|
| Mercator International Co-Mingle | 588000000 | 1/31/2006 | 1/31/2007 | 27664 | 548450.55 | 682840.69 | 22.305 | 617,045.52 | 134,390.14 | 65,795.17 | (0.02) |
| Mutual Fund | | | | | | | | | | | |
| Goldman Sacs Mid Cap Growth #113 | 38142Y401 | 11/30/2004 | 12/3/2007 | 22745 | 516582.59 | 600000 | 22.45 | 510,625.25 | 83,417.41 | 89,374.75 | |
| Legg Mason Value Fund #1347 | 524659208 | 9/6/2002 | 12/3/2007 | 18132 | 901650.03 | 1400000 | 80.86 | 1,466,153.52 | 498,349.97 | (66,153.52) | |

DHC FUND
2007
RECOMPUTED GAIN/LOSS

39083

| DESCRIPTION (INTEREST % & MAT D/CUSIP # | PURCHASE DATE | DATE SOLD | PAR/SHARES | BOOK VALUE AT SALE | TOTAL PROCEEDS | MKT PRICE 1-1-07 | MKT. VL 1-1-07 (*07 COST) | HISTORIC GAIN/LOSS | RECOMPUTED GAIN/LOSS |
|---|---------------|------------|------------|--------------------|----------------|------------------|---------------------------|--------------------|-----------------------|
| Longleaf Partners Fund-Large Val | 543069108 | 3/1/1999 | 12/3/2007 | 17356 | 490424.12 | 600000 | 34.86 | 605,030.16 | 109,575.88 (5,030.16) |
| Managers Times Square Mid Cap Fu | 561709841 | 8/31/2005 | 12/3/2007 | 42827 | 468004.11 | 600000 | 12.79 | 547,757.33 | 131,995.89 52,242.67 |
| Mazama Small Cap Growth Fund | 904504677 | 12/31/2001 | 12/3/2007 | 62749 | 558902.18 | 630000 | 10.32 | 647,569.68 | 71,097.82 (17,569.68) |
| Vanguard Institutional Index Plu | 922040209 | 4/2/2001 | 12/3/2007 | 11042 | 1162560.99 | 1500000 | 129.59 | 1,430,932.78 | 337,439.01 69,067.22 |
| Total Mutual Fund | | | | 4,098,124.02 | 5,330,000.00 | | 5,208,068.72 | 1,231,875.98 | 121,931.28 |
| PORTFOLIO: *DDMF Stock | | | | 4,646,574.57 | 6,012,840.69 | | 5,825,114.24 | 1,366,266.12 | 187,726.45 |
| | | | | | | | | 1,366,266.00 | 0.12 |
| PORTFOLIO: DHCR Fixed Co-Mingled Fund - 103-12 | | | | | | | | | |
| Mercator International Co-Mingle | 588000000 | 1/31/2006 | 1/31/2007 | 729 | 13654.66 | 17997.21 | 22.305 | 16,260.35 | 4,342.55 1,736.87 |
| | | | | | | | | | 4,342.55 0.00 |
| Mutual Fund | | | | | | | | | |
| Vanguard ST Corp Mutual Fund #85 | 922031877 | 12/31/2001 | 8/31/2007 | 664 | 7179.14 | 7000 | 10.56 | 7,011.84 | (179.14) (11.84) |
| Vanguard Intermediate Corp Bond | 922031885 | 1/31/2000 | 9/4/2007 | 415 | 3838.83 | 4000 | 9.71 | 4,029.65 | 161.17 (29.65) |
| Artisan Intl Fund Instl #662 | 04314H402 | 12/31/2001 | 6/1/2007 | 94 | 1726.19 | 3000 | 29.15 | 2,740.10 | 1,273.81 259.90 |
| Goldman Sacs Mid Cap Growth #113 | 38142Y401 | 11/30/2004 | 6/1/2007 | 175 | 3695.77 | 4600 | 22.45 | 3,928.75 | 904.23 671.25 |
| Longleaf Partners Fund-Large Val | 543069108 | 11/8/2000 | 6/1/2007 | 26 | 552.61 | 1000 | 34.86 | 906.36 | 447.39 93.64 |
| Vanguard 500 Index Fund #40 | 922908108 | 4/3/2000 | 6/1/2007 | 13 | 1851.36 | 1900 | 130.59 | 1,697.67 | 48.64 202.33 |
| | | | | 18,843.90 | 21,500.00 | | 20,314.37 | 2,656.10 | 1,185.63 |
| | | | | | | | | 2,656.11 | (0.01) |
| PORTFOLIO: DHCR Fixed | | | | 32,498.56 | 39,497.21 | | 36,574.72 | 6,998.65 | 2,922.50 |
| | | | | | | | | 6,998.66 | (0.01) |

Grand Total: Fixed Income & Stocks

| | | | | |
|----------------------|---------------|---------------|---------------------|--------------|
| 24,290,935.39 | 27,391,442.75 | 25,589,901.81 | 3,100,507.36 | 1,801,540.94 |
| | | | | 1,801,540.94 |
| GEN LEDGER | | | | |
| DHC | | | 5,422,075.77 | |
| DHR | | | 6,998.66 | |
| | | | 5,429,074.43 | |
| DIFFERENCE | | | | |
| International Stocks | | | 2,328,567.07 | |
| | | | 2,328,567.18 | |
| | | | (0.11) | |

Deseret Healthcare Employee Benefits Trust
Computer Software Equipment
87-0467790

| | |
|------------------------------|-----------------------|
| Business Intelligence System | 505,100 |
| Accumulated Depreciation | <u>(377,728)</u> |
| Computer Software, net | <u><u>127,372</u></u> |

Deseret Healthcare Employee Benefits Trust
75c: Individuals permitted to vote
87-0467790

Deseret Mutual Benefit Administrators
Board of Directors
(individuals permitted to vote)

Rodney H. Brady, Chairman
Ralph Christensen, Vice Chairman
Roger G. Clarke
Kent H. Cannon
Roger G. Christensen
Robert A. Johnson
Michael J. Stapley
Jim W. Wall
Sandra Rogers

Deseret Healthcare Employee Benefits Trust
80a: Related organizations
87-0467790

Related Organizations

Agreserves, Inc.
Beneficial Life Insurance Company
Bonneville International Corporation
Brigham Young University
Brigham Young University - Hawaii
Brigham Young University - Idaho
City Creek Reserve, Inc.
Corporation of the President of the Church of Jesus Christ of Latter-Day Saints
Corporation of the Presiding Bishop of the Church of Jesus Christ of Latter-Day Saints
Deseret Book Company
Deseret Management Corporation
Deseret Mutual Benefit Administrators
Deseret News Publishing Company
Deseret Trust Company
Ensign Peak Advisors, inc.
Hawaii Reserves, Inc.
LDS Business College
LDS Family Services
Polynesian Cultural Center
Property Reserve, Inc.
Temple Square Hospitality Corporation
Zions Securities Corporation

**Application for Extension of Time To File an
Exempt Organization Return**

OMB No. 1545-1709

▶ File a separate application for each return

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box ☒ **X**
 - If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form)
- Do not complete Part II unless** you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete Part I only ☐

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns

Electronic Filing (e-file). Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for a corporation required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit www.irs.gov/efile and click on *e-file for Charities & Nonprofits*.

| | | |
|---|---|--------------------------------|
| Type or print | Name of Exempt Organization | Employer identification number |
| | DESERET HEALTHCARE EMPLOYEE BENEFITS TRUST | 87-0467790 |
| | Number, street, and room or suite no. If a P.O. box, see instructions | |
| | P.O. Box 45530 | |
| File by the due date for filing your return. See instructions | City, town or post office, state, and ZIP code. For a foreign address, see instructions | |
| | Salt Lake City, Utah 84145-0530 | |

Check type of return to be filed (file a separate application for each return)

| | | |
|--|---|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation) | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above) | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 8870 |

- The books are in the care of ▶ Deseret Mutual Benefit Administrators

Telephone No ▶ 801-578-5628FAX No ▶ 801-578-5904

- If the organization does not have an office or place of business in the United States, check this box ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) . If this is for the whole group, check this box ☐. If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension will cover

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until August 15, 2008, to file the exempt organization return for the organization named above. The extension is for the organization's return for:

- ▶ ☒ calendar year 2007 or
- ▶ ☐ tax year beginning , , and ending , .

2 If this tax year is for less than 12 months, check reason: ☐ Initial return ☐ Final return ☐ Change in accounting period

| | | |
|---|-----------|----|
| 3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. | 3a | \$ |
| b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit. | 3b | \$ |
| c Balance Due. Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions. | 3c | \$ |

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

For Privacy Act and Paperwork Reduction Act Notice, see Instructions.

Form **8868** (Rev. 4-2008)

- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** and check this box ☐ **Note.** Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** (on page 1)

Part II Additional (Not Automatic) 3-Month Extension of Time. You must file original and one copy.

| | | |
|--|---|--|
| Type or print File by the extended due date for filing the return. See instructions. | Name of Exempt Organization DESERET HEALTHCARE EMPLOYEE BENEFITS TRUST | Employer identification number 87-0467790 |
| | Number, street, and room or suite no. If a P.O. box, see instructions | For IRS use only |
| | City, town or post office, state, and ZIP code. For a foreign address, see instructions | |

Check type of return to be filed (File a separate application for each return).

| | | | |
|--------------------------------------|---|--------------------------------------|------------------------------------|
| <input type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 4720 | <input type="checkbox"/> Form 8870 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above) | <input type="checkbox"/> Form 5227 | |

STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

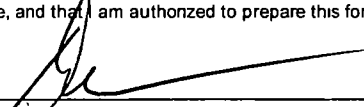
- The books are in the care of ☐ Telephone No ☐ FAX No ☐
- If the organization does not have an office or place of business in the United States, check this box ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ☐ If this is for the whole group, check this box ☐ If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for

- I request an additional 3-month extension of time until ☐
- For calendar year ☐, or other tax year beginning ☐ and ending ☐
- If this tax year is for less than 12 months, check reason: ☐ Initial return ☐ Final return ☐ Change in accounting period
- State in detail why you need the extension ☐

| | |
|---|--------------|
| 8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. | 8a \$ |
| b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868 | 8b \$ |
| c Balance Due. Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions. | 8c \$ |

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form

Signature  Title **Controller** Date **May 15, 2007**

Form **8868** (Rev 4-2008)